

CITY COUNCIL AGENDA ITEM COVER MEMO

FOR AGENDA OF COUNCIL MEETING/WORK SESSION - DATE : 01/12/2012

ACTION REQUESTED BY: Huntsville Utilities

COUNCILMEMBER: N/A **DISTRICT:** N/A

SUBJECT MATTER: Early Retiree Reimbursement Program

EXACT WORDING FOR AGENDA: Resolution authorizing the payment for AONHewitt to provide ERRP aggregation of claims data to submit for reimbursement at 80% above \$15,000 on retiree claims paid. (Utilities: Electric)

ORDINANCE: **RESOLUTION:** X **MOTION:**

(IF AMENDMENT, STATE TITLE AND NUMBER OF ORIGINAL): N/A

ITEM IS TO BE CONSIDERED FOR:

INTRODUCTION: **ACTION:** X **DISCUSSION:**

UNANIMOUS CONSENT REQUIRED? No

BRIEFLY STATE WHY THE ACTION IS REQUESTED; WHY IT IS RECOMMENDED OR NOT RECOMMENDED; WHAT COUNCIL ACTION WILL PROVIDE, ALLOW, OR ACCOMPLISH; ANY ASSOCIATED COST; BUDGETED (?); AND ANY OTHER INFORMATION THAT YOU THINK MIGHT BE HELPFUL. Approval of this work order will allow for AONHewitt to provide ERRP aggregation of claims data to submit for reimbursement at 80% above \$15,000 on retiree claims paid. The cost is a \$25,000 set up fee and a \$7,000 quarterly submission fee, if applicable. The total estimated cost to Huntsville Utilities is \$53,000.00.
(PR# 10073075)

MAYOR RECOMMENDS OR CONCURS? YES _____ NO _____ N/A _____

SIGNATURE: William C. Pippin, President & CEO

DATE: 12/16/2011

RESOLUTION NO. 12-_____

WHEREAS, the Huntsville Electric Utility Board has approved Purchase Requisition PR-10073075, which allows for AONHewitt to provide ERRP (Early Retiree Reimbursement Program) aggregation of claims data to submit for reimbursement at 80% above \$15,000.00 on retiree claims paid, at an estimated cost of \$53,000.00; and

WHEREAS, the expenditure of such amount being in excess of the sum of \$25,000.00 requires the consent and approval of the City Council of the City of Huntsville, Alabama.

NOW, THEREFORE, BE IT RESOLVED by the City Council of the City of Huntsville, Alabama, that AONHewitt to provide ERRP (Early Retiree Reimbursement Program) aggregation of claims data to submit for reimbursement at 80% above \$15,000.00 on retiree claims paid, at an estimated cost of \$53,000.00, be, and the same is hereby approved, and the written consent and approval of the City Council of the City of Huntsville, Alabama, is hereby given to the Huntsville Electric Utility Board for the expenditure of sufficient funds from the proper fund belonging to the Huntsville Electric Utility Board.

ADOPTED this the _____ day of _____, 2012.

President of the City Council of
The City of Huntsville, Alabama

APPROVED this the _____ day of _____, 2012.

Mayor of the City of Huntsville,
Alabama



HUNTSVILLE UTILITIES

Electricity – Natural Gas – Water

(256) 535-1200

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P.O. Box 2048
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REQUESTS FOR APPROVAL

Purchase Requisition # 10073075

PR# 10073075 – Hsv Utilities, EERP Svc, Early Retiree Reimbursement Program

For the approval for AONHewitt to provide EERP aggregation of claims data to submit for reimbursement at 80% above \$15,000.00 on retiree claims paid.

The cost is a set up fee of \$25,000.00 and a quarterly submission fee of \$7,000.00 per quarter, if applicable.

Total Cost: \$ 53,000.00